Block 52. Self-explanatory.

#### Section VIII

Block 53. This block can be used to expand or explain entries made in Blocks 1 through 52. When requisitioning equipment from excess listings, identify the issuing office, list number, date, control number, and item number assigned to the equipment. When requesting equipment from DOD inventories, refer to DOD instructions.

## Subpart 1845.72—Contract Property Management

1845.7201—1845.7209-2 [Reserved]

- 1845.7209-3 Loss, damage, or destruction of Government property while in contractor's possession or control
- (a) The property administrator shall require the contractor to report any loss, damage, or destruction of Government property in its possession or control (including property in the possession or control of subcontractors) as soon as it becomes known.
- (b) When physical inventories, consumption analyses, or other actions disclose consumption of Government property considered unreasonable by the property administrator or loss, damage, or destruction of Government property not reported by the contractor, the property administrator shall prepare a statement of the items and amount involved. This statement shall be furnished to the contractor for investigation and submission of a written report to the property administrator relative to the incidents reported.
- (c) The contractor's reports referenced in paragraphs (a) and (b) of this section shall contain factual data as to the circumstances surrounding the loss, damage, destruction, or excessive consumption, including—
- (1) The contractor's name and the contract number;
- (2) A description of items lost, damaged, destroyed, or unreasonably consumed;
- (3) The cost of property lost, damaged, destroyed, or unreasonably consumed and cost of repairs in instances

- of damage (in event actual cost is not known, use a reasonable estimate);
- (4) The date, time (if pertinent), and cause or origin of the loss, damage, destruction, or consumption:
- (5) Known interests in any commingled property of which the Government property lost, damaged, destroyed, or unreasonably consumed is (or was) a part;
- (6) Insurance, if any, covering the Government property or any part or interest in any commingled property;
- (7) Actions taken by the contractor to prevent further loss, damage, destruction, or unreasonable consumption and to prevent repetition of similar incidents; and
- (8) Other facts or circumstances relevant to determining liability and responsibility for repair or replacement.
- (d) The property administrator shall investigate the incident to the degree required to reach a valid and supportable conclusion as to the contractor's liability for the loss, damage, destruction, or unreasonable consumption under the terms of the contract, and the course of action required to conclude the adjustment action. When required, the assistance of the quality assurance representative, industrial specialist, insurance officer, legal counsel, or other technician will be secured. When the contractor acknowledges liability, the property administrator shall forward a copy of the credit memorandum or other adjusting document to the administrative contracting officer and auditor, if appropriate, to assure proper credit. If analysis of contract provisions and circumstances establishes that the loss, damage, destruction, or consumption constitutes a risk assumed by the Government, the property administrator shall so advise the contractor in writing, thereby relieving the contractor of responsibility for the property. A copy of the documentation and notification to the contractor shall be retained in the Contract Property Control Data File for the contract.
- (e)(1) If the property administrator concludes that the contractor is liable for the loss, damage, destruction, or unreasonable consumption of Government property, he or she shall forward the complete file with conclusions and

### 1845.7209-4

recommendations to the contracting officer for review and determination. The file shall contain—

- (i) A statement of facts as supported by investigation:
- (ii) Recommendations as to the contractor's liability and its amount;
- (iii) Recommendations as to action to be taken with regard to third party liability, if appropriate;
- (iv) Requirements for disposition, repair, or replacement of damaged property; and
  - (v) Other pertinent comments.
- (2) A copy of the contracting officer's determination shall be furnished to the contractor and the property administrator, and a copy shall be retained in the contracting officer's files. The property administrator's copy shall be filed in the Contract Property Control Data File for the contract when all pertinent actions, such as compensation to the Government or repair or replacement of the property, have been completed.

## 1845.7209-4 Financial reports.

The property administrator is responsible for obtaining financial reports as prescribed in 1845.505–14 for all assigned contracts. Reports shall be accumulated, reviewed and distributed as required. Contractors are required to submit separate reports on each contract that contains the property reporting clause (see 1852.245–73) except as noted in 1845.7101–4(c).

# 1845.7210 Contractor utilization of Government property.

### 1845.7210-1 Utilization surveys.

- (a) The property administrator is responsible for ensuring that the contractor has effective procedures for evaluating Government property utilization. However, when necessary, the contract administration office shall provide specialists qualified to perform the technical portion of utilization surveys to assist the property administrator in determining the adequacy of these procedures.
  - (b)-(d) [Reserved]
- (e) In the absence of adequate justification for retention, the contractor shall identify and report Government-owned plant equipment in accordance

with FAR 45.502(g) and 45.509–2(b)(4). Items that are part of approved inactive package plants or standby lines are exempted from utilization surveys. The contracting officer shall ascertain periodically whether existing authorizations for standby or lay-away requirements are current.

[62 FR 36722, July 9, 1997, as amended at 69 FR 44610, July 27, 2004]

### PART 1846—QUALITY ASSURANCE

#### Subpart 1846.3—Contract Clauses

Sec

1846.370 NASA contract clauses.

# Subpart 1846.4—Government Contract Quality Assurance

1846.470 Contract clause.

# Subpart 1846.6—Material Inspection and Receiving Reports

1846.670 Introduction. 1846.670-1 General.

1846.670–2 Applicability.

1846.670–3 Use.

1846.670-4 Multiple shipments.

1846.670–5 Forms.

1846.671 Contract quality assurance on shipments between contractors.

1846.672 Preparing DD Forms 250 and 250c.

1846.672—1 Preparation instructions.

1846.672-2 Consolidated shipments.

1846.672–3 Multiple consignee instructions. 1846.672–4 Correction instructions.

1846.672–5 Invoice instructions.

1846.672–6 Packing list instructions.

1846.672–7 Receiving instructions.

 $1846.673\,$  Distribution of DD Forms 250 and 250c.

1846.674 Contract clause.

AUTHORITY: U.S.C. 2473(c)(1).

Source: 62 FR 14024, Mar. 25, 1997, unless otherwise noted.

### **Subpart 1846.3—Contract Clauses**

#### 1846.370 NASA contract clauses.

- (a) The contracting officer shall insert the clause at 1852.246–70, Mission Critical Space System Personnel Reliability Program, in solicitations and contracts involving critical positions designated in accordance with 14 CFR 1214.5, Mission Critical Space System Personnel Reliability Program.
- (b) The contracting officer shall insert the clause at 1852.246-73, Human